



State of Utah

DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

DOGM
MINERALS PROGRAM
FILE COPY

Norman H. Bangerter
Governor

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Executive Director

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August 3, 1989

HAND DELIVERED

Mr. Larry W. Richardson
Chief Deputy State Treasurer
State of Utah
Office of the State Treasurer
215 State Capitol
Salt Lake City, Utah 84114

Dear Mr. Richardson:

Re: Reclamation Surety Arrangements, Jumbo Mining Company, Drum Mine,
M/027/007, Millard County, Utah

On July 27, 1989, the Board of Oil, Gas and Mining approved of the amount and form of reclamation surety proposed by Jumbo Mining Company, for the Drum Mine located in Millard County, Utah. Before the Board and Division can formally approve of the reclamation surety transaction, we will need to have the appropriate "Surety Company" complete page 8, of the attached Reclamation Contract, FORM MR-RC, and return it to this office. We assume that either your office, or the Irving Trust acting as the depository agent on behalf of the State of Utah, would need to sign and notarize the form.

When the other transactions have been finalized regarding the posting of the required securities by Jumbo Mining Company, please provide us with a copy of all pertinent information for our files. We wish to thank you for your extraordinary efforts, patience and assistance in working with our office in completing this permitting action. Please contact me should you have any questions or concerns regarding the content of this letter.

Sincerely,

Lowell P. Braxton
Associate Director, Mining

DWH/jb
Attachments
cc: Wayne Hedberg
Ed King, Jumbo
MN3/63